

1

2 3

4

6

5

7

8

PLANT

AND

CHARGES

APPROVALS.

10 11

12

13

14

15

16 17

18

19

20 21

22

23

24

BEFORE THE ARIZONA CORPORATION COMMISSION

GARY PIERCE CHAIRMAN BOB STUMP

COMMISSIONER

SANDRA D. KENNEDY **COMMISSIONER**

PAUL NEWMAN

COMMISSIONER

BRENDA BURNS

AND

FOR

ADJUSTMENTS

COMMISSIONER

IN THE MATTER OF THE APPLICATION OF

ARIZONA WATER COMPANY, AN ARIZONA

CORPORATION, FOR A DETERMINATION OF THE FAIR VALUE OF ITS UTILITY

FURNISHED BY ITS WESTERN GROUP

TO

FOR

PROPERTY.

CERTAIN

ITS

UTILITY

AND

RATES

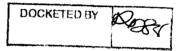
2011 JUL 15 A 9:07

AZ CORP COMMISSION DOCKET CONTROL

Docket No. W-01445A-10-0517

Arizona Corporation Commission **DOCKETED**

JUL 1 5 2011



RUCO'S RESPONSE IN SUPPORT OF STAFF'S REQUEST FOR MODIFICATION OF THE PROCEDURAL SCHEDULE

AND

SERVICE

RELATED

The RESIDENTIAL UTILITY CONSUMER OFFICE ("RUCO") hereby responds to Staff's Request for Modification of the Procedural Schedule ("Request") and to Arizona Water Company's ("AWC's") response thereto. As accurately noted in Staff's Request, counsel and analysts for both Staff and RUCO are also litigating the UNS Gas, Inc. ("UNS") matter. The UNS matter was deemed sufficient on May 9, 2011. The procedural schedule in that matter was resolved after much disagreement and issued June 3, 2011. AWC was deemed sufficient on June 8, 2011. AWC's procedural schedule, issued on June 28, 2011, conflicts with the UNS procedural calendar. Staff has proposed modifications, which RUCO supports.

AWC has suggested changes which modify the schedule for both UNS and AWS. UNS Gas and its representatives were provided with copies of both Staff and AWC's proposed modifications. UNS representatives consulted with their client and clearly indicated to RUCO and to Staff that UNS is unwilling to modify its previously established calendar. Although AWC filed its rate case earlier than UNS, it did not establish sufficiency until June 8, 2011, a month after UNS established sufficiency and several days after the UNS's procedural schedule was issued. Given this fact, RUCO agrees with Staff that the AWC's procedural calendar needs to be modified to resolve the existing conflicts. Staff's suggested changes alleviate the existing conflicts and allow all parties a full and fair opportunity to prepare for and appear in the AWC matter. Staff's suggested changes are also fair. Although the conflicts have not been resolved to the satisfaction of AWC, both counsel from RUCO and Staff spent considerable time trying to find a "happy medium" with counsel representing UNS and AWC. The schedule proposed by Staff is the result of those extended discussions and it is appropriate and fair, given that AWC established sufficiency last. The ALJ should adopt Staff's requested changes to the procedural calendar.

In its Request, Staff also proposed a joint conference of the parties in the UNS and AWC matters. RUCO opposes the conference because expending time, energy and rate case expense convening the parties in two separate cases for further proceedings would only make sense if UNS or its representatives were open to additional changes. As indicated previously, UNS is opposed to any change of its procedural calendar. UNS has confirmed its opposition via counsel in writing. See Exhibit A. Accordingly, there is no need to belabor the matter further with extended proceedings. Based on the foregoing, RUCO urges adoption of the modified procedural schedule proposed by Staff without further joint procedural conference.

20

21

22

23

1	
2	RESPECTFULLY SUBMITTED this 15 th day of July, 2011
3	
4	Michelle L. Wood
5	Chief Counsel
6	AN ORIGINAL AND THIRTEEN COPIES
7	of the foregoing filed this 15 th day of July, 2011 with:
8	Docket Control Arizona Corporation Commission
9	1200 West Washington Phoenix, Arizona 85007
10	COPIES of the foregoing hand delivered/
11	mailed this 15 th day of July, 2011 to:
12	The Honorable Sarah Harpring Administrative Law Judge Steven A. Hirsch
13	Hearing Division Stanley B. Lutz
14	Arizona Corporation Commission Bryan Cave LLP Two North Central Avenue, Suite 2200 Phoenix, Arizona 85007 Phoenix, AZ 85004
15	
16	Janice Alward, Chief Counsel Wes Van Cleve
17	Legal Division Arizona Corporation Commission 1200 West Washington By Standard Camble Ernestine Gamble
18	1200 West Washington Phoenix, Arizona 85007
19	Steven M. Olea, Director
20	Utilities Division Arizona Corporation Commission
21	1200 West Washington Phoenix, Arizona 85007
22	Robert W. Geake Vice President and General Counsel
23	Arizona Water Company Post Office Box 29006
24	Phoenix, Arizona 85038-9006

ATTACHMENT A

Michelle Wood

From: Tim Sabo [tsabo@rdp-law.com]

Sent: Thursday, July 14, 2011 2:19 PM

To: Michelle Wood

Subject: Re: Modifications of UNS procedural schedule

That is correct. UNS Gas opposes any change to the hearing dates in the UNS Gas rate case.

Sent from my iPad

On Jul 14, 2011, at 12:46 PM, "Michelle Wood" < MWood@azruco.gov> wrote:

Tim:

I would like to confirm our conversation last week when we spoke regarding the procedural schedule modifications suggested by representatives of Arizona Water. I recall that you consulted with your client and advised Wes Van Cleve and I that UNS and its representatives had reviewed AWS's suggested procedural modifications and were firmly opposed to any change to the UNS procedural calendar. If that is correct, please send me written confirmation. It is my intent to attach your communication to my Response in the AWS matter. Thank you.

Best Regards,

Michelle L. Wood